TEXAS

Division of Workers' Compensation - Medical Fee Dispute Resolution (MS-48) 7551 Metro Center Drive, Suite 100, Austin, Texas 78744-1645 (512) 804-4000 | F: (512) 804-4811 | (800) 252-7031 | TDI.texas.gov | @TexasTDI

# MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

### **GENERAL INFORMATION**

Requestor Name

TEXAS BONE & JOINT CENTER

**MFDR Tracking Number** 

M4-16-0312-01

**MFDR Date Received** 

**OCTOBER 5, 2015** 

Respondent Name

ARCH INSURANCE CO

**Carrier's Austin Representative** 

Box Number 19

# **REQUESTOR'S POSITION SUMMARY**

**Requestor's Position Summary:** "Please note, the above claim was denied due to an error on our part. Please accept this as our formal appeal in order to reconcile the error. Gallagher Bassett denied our claim as it lacked information needed in order to process this claim. We have enclosed a copy of the progress notes and the product description sheet regarding the codes charged in order for you to finish processing this claim for payment. We are requesting payment in full at as per the guidelines due to the fact this is a clean claim."

Amount in Dispute: \$92.00

### **RESPONDENT'S POSITION SUMMARY**

Respondent's Position Summary: "Our bill audit company has determined no further payment is due."

Response Submitted by: Gallagher Bassett

## **SUMMARY OF FINDINGS**

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
December 3, 2014	CPT Code 73080 Radiologic examination, elbow; complete, minimum of 3 views	\$92.00	\$52.76

# **FINDINGS AND DECISION**

This medical fee dispute is decided pursuant to Texas Labor Code §413.031 and applicable rules of the Texas Department of Insurance, Division of Workers' Compensation.

### **Background**

- 1. 28 Texas Administrative Code §133.307 sets out the procedures for resolving medical fee disputes.
- 2. 28 Texas Administrative Code §134.203, effective March 1, 2008, sets the reimbursement guidelines for professional services.
- 3. 28 Texas Administrative Code §134.600, requires preauthorization for specific treatments and services.

- 4. The insurance carrier reduced payment for the disputed services with the following claim adjustment codes:
  - 11, 112-Service is not furnished directly to the patient and/or not documented.
  - P12-Workers' compensation jurisdictional fee schedule adjustment.
  - W3 -Request for reconsideration.
  - 193-Original payment decision is being maintained. Upon review, it was determined that this claim was processed properly.
  - P1, P300, Z710-Code description not given.

## <u>Issues</u>

Does the documentation support billing code 73080? Is the requestor entitled to reimbursement?

## **Findings**

The insurance carrier denied reimbursement for the disputed X-Ray based upon reason codes "11" and "112". The requestor submitted documentation to support billing CPT code 73080; therefore, reimbursement is recommended.

Per 28 Texas Administrative Code §134.203(c)(1)(2), "To determine the MAR for professional services, system participants shall apply the Medicare payment policies with minimal modifications.

- (1) For service categories of Evaluation & Management, General Medicine, Physical Medicine and Rehabilitation, Radiology, Pathology, Anesthesia, and Surgery when performed in an office setting, the established conversion factor to be applied is \$52.83. For Surgery when performed in a facility setting, the established conversion factor to be applied is \$66.32.
- (2) The conversion factors listed in paragraph (1) of this subsection shall be the conversion factors for calendar year 2008. Subsequent year's conversion factors shall be determined by applying the annual percentage adjustment of the Medicare Economic Index (MEI) to the previous year's conversion factors, and shall be effective January 1st of the new calendar year. The following hypothetical example illustrates this annual adjustment activity if the Division had been using this MEI annual percentage adjustment: The 2006 Division conversion factor of \$50.83 (with the exception of surgery) would have been multiplied by the 2007 MEI annual percentage increase of 2.1 percent, resulting in the \$51.90 (with the exception of surgery) Division conversion factor in 2007."

The 2014 DWC conversion factor for this service is 55.75.

The Medicare Conversion Factor is 35.8228.

Review of Box 32 on the CMS-1500 the services were rendered in zip code 76180, which is located in North Richland Hills, Texas. Therefore, the Medicare participating amount will be based on the reimbursement for "Fort Worth, Texas".

The Medicare Participating Amount is \$33.90.

Using the above formula, the Division finds the MAR is \$52.76. The respondent paid \$0.00. As a result, reimbursement of \$52.76 is recommended.

#### Conclusion

For the reasons stated above, the Division finds that the requestor has established that additional reimbursement is due. As a result, the amount ordered is \$52.76.

#### **ORDER**

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code Sections 413.031 and 413.019 (if applicable), the Division has determined that the requestor is entitled to additional reimbursement for the services involved in this dispute. The Division hereby ORDERS the respondent to remit to the requestor the amount of \$52.76 plus applicable accrued interest per 28 Texas Administrative Code §134.130, due within 30 days of receipt of this Order.

		11/20/2015
Signature	Medical Fee Dispute Resolution Officer	Date

#### YOUR RIGHT TO APPEAL

Either party to this medical fee dispute has a right to seek review of this decision in accordance with 28 Texas Administrative Code §133.307, 37 *Texas Register* 3833, applicable to disputes filed on or after June 1, 2012.

A party seeking review must submit a **Request to Schedule a Benefit Review Conference to Appeal a Medical Fee Dispute Decision** (form **DWC045M**) in accordance with the instructions on the form. The request must be received by the Division within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to the Division using the contact information listed on the form or to the field office handling the claim.

The party seeking review of the MFDR decision shall deliver a copy of the request to all other parties involved in the dispute at the same time the request is filed with the Division. **Please include a copy of the** *Medical Fee* **Dispute Resolution Findings and Decision** together with any other required information specified in 28 Texas Administrative Code §141.1(d).

Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.